P. 53

App. F. IX-4

Previous References. (1940-1 War) War File No. 110-40
Serial Nos. 1 to 14

Later References.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Fourteen only.

Part B for September 1941

SUBJECT.

Payments to enemy - firms. —
(m/s. Chemdyes, Ltd, Madras.
m/s. Skoda (India) Ltd., Bombay.
m/s. The Mannesmann Trading Co (India) Ltd., Bombay

M Krishnan
25.9.41.

General and Revenue Secretariat.

W 110-40. 1384
(G) File No. 104 of 1939

[App. F. III-2

Serial No.	
2	No 310 / B ii / 7·X·39 from the Comptr. Requesting orders on certain points arising from the provisions of the Defence of India Ordinance relating to stoppage of payments to German Firms.

The Comptr. General's points for orders.

May be sent to Law Secy for favour of advice in continuation of this Secrett's letter of the Comptr. sent to him

11/X

This is perhaps a matter in which necessary action may be taken in the War Section (Law Secretary). Will if appd be sent on to that Branch

11/10

Yes.
15.10.39

War Section)

NOTE-Contn. Sheet.

Stoppage of payments to German firms or their representatives in India.

W File No. 110 of 1940-1

General and Revenue Secretariat.

Serial No.

In May a the Comptr has issued an office order to the effect that all payments ordered from this State to German firms or their representatives in India should be stopped in future consequent on the declaration of war

It is clear from the Mysore State Ry Auditor's letter that a doubt is felt whether payment of bills towards goods of German manufacture supplied by non-German firms is also to be withheld A list of Enemy firms has been notified by the Govt of India and it will be published in the Mysore Gazette also (non-enemy). (Linked file). Re: non German firms perhaps payments need not be withheld.

Re: German firms It was noted in another file that a demand from the Custodian may be awaited. Payments should be made to the Custodian under rule 114. The Custodian in Bombay is the Custodian in Mysore also under rule 114. Re: the last Para in the P.U.O. the payments should be made only to the Custodians and not the firms That position is clear in Rule 114 and Custodians are appointed for preserving enemy property and preventing payments to enemy firms. Submitted for perusal and orders

(RS) 31/X

Stoppage of payments to German firms

General and Revenue Secretariat. | W File No. 110 of 1940-1 | [App. F. III-2

Serial No.

Has the Central Govt issued any orders under Rule 114?

G.
1/11/41

The only order received, under Rule 114 Sub rule 1 is with regd to the Control of Property of the Internees. A similar order has been issued by this Govt also to-day to be published in to-morrow's Gazette. In this connection, Govt regd is invited to Flag 'J', the letter of the Agent, Imperial Bank of India and the Govt of India Press Communique enclosed to that letter (Link Pt. Subs for orders

RS 1/11/41

NOTE.—Contn. Sheet

Payments to be made to German Firms

General and Revenue Secretariat. | W File No. 110 of 19 40-1 | [App. F. III-2

Serial No.

The letters received from the Comptroller are placed below for perusal.
In this connection Kind Reference is invited to the Notifications of the Govt of India in the Linked file.

(1) Flag A. Notification re: Enemy Firms

(2) Flag B. Notification under Sub rule of Rule 114 - that all property, movable or immovable, of certain enemy firms shall Vest in the Custodian of Enemy Property

(3) Flag. J. The Enemy Property (Custody and Registration) Orders.

The Govt have issued the following notifications. (plaid below).
Rule 105 - Agent of the Imperial Bank of India in Bangalore as Inspector of Enemy Firms.
Rule 105 - Controller of Enemy Firms in British India as the Controller in Mysore
Rule 100 - Controller in British India as the Controller in Mysore for Securing Compliance with the provisions relating to the Control of Trading with Enemy (Part XV)
Rule 114 - Custodian of Enemy Property in British India as the Custodian in Mysore

It is seen from the Mysore State Rly Auditor's letter that a doubt is felt whether payment of bills towards Govt of German manufacture

NOTE-Contn. Sheet.

Payments to German Firms

Serial No.

supplied by non-German Firms are to be withheld. Only payments to Enemy Firms notified by the Govt of India are to be withheld. As such it does not apply to non-German Firms which are not Enemy Firms

No cheques should be made payable to an Enemy Firm direct. The Custodian of Enemy Property in British India who is to collect the debts of Enemy firms and the Custodian of their property, is notified as the Custodian in Mysore for the said purpose.

Re: Payments to Messrs. Krupp Trading Co and Skoda Wk. Kind type is invited to Flag B in the Licence file and all their property are vested in the Custodian of Enemy Property By the Enemy Property (Custody and Registration) Order. The Custodian only carry on the business of the Enemy, take action for recovering any money due to the Enemy, make any contracts on behalf of an Enemy In view of the above, payments have to be made only to the Custodian or any person authorised by him. Since Krupp and Skoda are Bombay Firms, payments have perhaps to be made to the Deputy Controller of Enemy Firms Bombay

Submitted for perusal and orders.

RS 15/XI

W 110-40-1

GEN. & REV. SECRETARIAT. 1108 20 SEP. 1939 FINANCIAL BRANCH.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. 224/B2 *Bangalore, dated* 14th September *193*9.

FINANCIAL SECRETARIAT 19 SEP GOVT. OF MYSORE

From

M. Viraraja Urs, Esq., B.A., B.L.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

To

A. N. Raghavachar, Esq., M.A.,
Financial Secretary to the Government of Mysore,
Bangalore.

Sir,

I have the honor to state that in accordance with the rules contained in Part XVI of the Defence of India Rules published in the Extraordinary Gazette of Mysore dated the 4th September 1939 (pages 100 to 107), I have issued an office order to the effect - that all payments due from this State to German firms or their -- representatives in India should be stopped, in future, consequent on the declaration of war against Germany. Needful instructions have also been issued to the Director of Public Instruction in - Mysore, Financial Branch, the Chief Electrical Engineer of Mysore, Financial Branch, and the Auditor, Mysore State Railway. I am reporting this for the information of Government.

I have the honor to be,
Sir,
Your most obedient servant,

M. Viraraja Urs
Comptroller.

There is perhaps a separate Section for dealing with these questions relating to War measures. PA If approved, may kindly be sent there. will, if approved, be Referred to the Law Secy.

Fin Secy 21/9 CPA

Law Secy 21/9 CPA 21/9/39 6-2-40

G.2-104-39-1

W 110-40-2

GEN. & REV. SECRETARIAT. 123 2 OCT. 1939 FINANCIAL BRANCH.

Comptroller's Office, | File No. of 193__.

Serial No.

FINANCIAL SECRETARY 30 SEP. 1939 GOVT. OF MYSORE

U.O.No. 524 Books dated 28-9-39 Encls(2)

I enclose herein for the information of Government, copy of my letter No.464/Books dated 19-9-1939 to Messrs. Coutts & Co., London, and also of Office order No.18/ES dated 9-9-1939, issued in this connection for the guidance of the Audit Sections, regarding stoppage of payments to German firms ~~of~~ or their representatives in India in accordance with the Defence of India Ordinance. The Bank of Mysore Ltd., Bangalore, and the Imperial Bank of India, Bangalore, and Bombay have also been informed that payments so far authorised by this office in respect of German Firms, if any, which are pending, may be stopped until further instructions from me in the matter.

M. Viswaraja Iyer
Comptroller

To
The Financial Secretary
to Government (with compliments)

CV
29/9/39

May be sent to Laws Dept (War Sec) if their advice of the procedure adopted is correct or if any changes are to be reported with the Comptroller (Bombay)

May be sent to the Law Secy for information

Fin Secy
Laws

COM148R-500-17.6.38

Letter No.464 Books dated 19-9-39 from the Comptroller in Mysore, Bangalore, to Messrs. Coutts & Co., London.

I have the honor to request that payments so far authorised by this office in respect of German firms, if any, pending, may be kindly stopped in accordance with the Defence of India Ordinance, until you further hear from me in the matter.

Kindly acknowledge receipt.

Office Order No.18/ES dated 9-9-1939

Stoppage of Payments relating to German firms or subjects

Consequent on the declaration of War against Germany all payments due from this State to German firms or their respresentatives in India should not be made in future (Vide Rules contained in Part XVI of the Defence of India Ordinance published in the Extraordinary Gazette of Mysore dated the 4th September 1939 (pages 100 to 107). All the Audit Sections are, therefore, requested not to pass any bill or arrange for any payment in favour of a German firm whether in India or outside.

Necessary instructions will be issued to Messrs. Coutts and Co., London, and the Banks in India by the Book Section.

Sd/- M. Viraraja Urs,
Comptroller

" Copies "

A. Venkatarami 29.9.39
For Comptr.

29.9.39

W110-40-3
G.7 104-39-2

FINANCIAL BRANCH 10 OCT 1939

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. 310/B.ii. Bangalore, Dated 7th October 1939.

FINANCIAL SECRETARY GOVT OF MYSORE

From

M. VIRARAJA URS, Esqr., B.A., B.L.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

To

A. N. Raghavachar, Esq., M.A.,
Financial Secretary to Government,
Bangalore.

Sir,

Stoppage of payments to German firms or their representatives in India.

In continuation of this office letter No.224/B.ii. dated the 12th September 1939 on the subject noted above, I have the honour to forward herewith a copy of each of letters Nos.Sfl.30/660 dated 30-9-39 and Sfl.30/700 dated 3-10-39 (with copies of its enclosure), since received from the Auditor, Mysore State Railway and to request you to kindly obtain and communicate early orders of Government on the points raised in his letter. With a view to enable all Heads of offices and Departments to realise fully the implications of the rules relating to Trading with Enemy Firms contained in the Defence of India Rules it is desirable that the exact procedure to be followed in cases where payments have to be made to the representatives of German Firms in India is laid down in a circular to be issued by Government. This may be published in the Gazette also.

It is not quite clear from the Defence of India Ordinance whether the Controller of an Enemy Firm appointed under para 106 of the Ordinance should be regarded also as the custodian of enemy property under para 114 thereof. If so, whether in cases of the kind referred to by the Auditor, Mysore State Railway, the cheques should be made payable to the firm or to the custodian of enemy property is a matter on which

which clear orders are necessary.

I have the honour to be
Sir,
Your most obedient servant,

M. Vinayaga Mu

Comptroller.

Letter No.Sfl.30/660 dated 30-9-39 from the Auditor, Mysore State Railway, Mysore, to the Comptroller to the Government of Mysore, Bangalore.

Re: Payments due from this State to German Firms or their Representatives in India.
Your No.217/B 2 dated 8-9-39.

In continuation of this office letter No.Sfl.610 dated 22-9-39, I have the honour to state that a doubt is felt whether payment of bills towards goods of German manufacture supplied by Non-German firms is also to be with held. I give below a few instances.

a. Bill of H.E. Muchhala & Co, Bombay for Rs.9-5-0 towards supply of chain M.S.$\frac{1}{4}$" short linked "German make" (C.C.'s No.495/S dated 24-8-39).
b. Bill of the Eastern Trading Co, Madras, for Rs.113, towards supply of G.I.Pipes $\frac{3}{4}$" bore German make to British Standard specification. (C.C. No.584/S dated 2-9-39.

2. In respect of clear case of representatives of German Firms the further procedure to be followed in respect of the bills, i.e., whether the bill should be passed and amount held under deposit or any correspondence should be undertaken with the Controller of Enemy Firms etc, may also be intimated. We have a few bills of the Krupp Indian Trading Co, which is since understood to be an Enemy Firm.

"Copy".

H.V.Narayanarao
7-10-39
Supdt. B-II Comptroller's office

Letter No.108 dated 29th September 1939 from Messrs. Krupp Indian Trading Co., Ltd., Bombay, to the Auditor, Mysore State Railway, Mysore

---

Re. Your Cheque No.Ac/I 50809 dt 11-9-39 for Rs.577-5-0

--

Under instructions from the Controller of Enemy Firms, your cheque for Rs.577-5-0 received with your letter of the 14th instant was presented to your Bankers for payment. They have now returned it to us unpaid with a Memo stating that you have instructed them to stop payment.

We are now further instructed by the Deputy Controller of Enemy firms to demand from you immediate a payment of the amount of this cheque. You will please, therefore, remit this amount to the Imperial Bank of India, Bombay, for the credit of the Krupp Indian Trading Co., Ltd., 'blocked account'. On receipt of the advice from the Imperial Bank of India that they have received this amount your cheque No.Ac/1 50809 d/11-9-39 for Rs.577-5-0 held by us will be returned to you. Failure to comply with these instructions renders you liable to action by the Controller of Enemy Firms under the Defence of India Act.

Letter No.122 dated 29th September 1939 from Messrs. Krupp Indian Trading Co., Ltd., Bombay to the Auditor, Mysore State Railway, Mysore.

Re. Payment of Bills

We beg to inform you that under instructions from the Controller of Enemy Firms, this Company is under the supervision of the Deputy Controller of Enemy firms.

Referring to the post cards d/15 & 20-9-39 from the Controller of Stores Mysore State Railway, bearing Nos.569/11-9-39 and 657/20-9-39 we shall thank you to let us have your cheque ~~x~~ for Rs.314-14-0 in settlement of our bills No.ST 779 of 16-8-39 and Xst/72 of 29-7-39. Your cheque will be put to the credit of

"Krupp Indian Trading Co., Ltd.,
'Blocked Account'

with the Imperial Bank of India, Bombay.

" Copies "

M S Narayana Rao
Supdt. D II, Controller's Office 2/10/39

Letter No.Sfl.30/700 dated 3rd October 1939 from the Auditor, Mysore State Railway, Mysore to the Comptroller to Government.

Re. Payments to Enemy Firms.

In continuation of this office letter No.Sfl.30/660 dated 30-9-39 onthe above subject, I send herewith copies of letters No. 108 of 29-9-39 and 122 of 29-9-39 from the Krupp Indian Trading Co., Ltd., Bombay. These letters have been countersigned by the Inspector of Enemy Firms. We stopped payment of one cheque as soon as we had suspicion of its being ~~an~~ am enemy firm and payment is due in two other cases.

In view of the threat contained in the latter part of letter No.108 from the firm that unless we make immediate payment to the Blocked Account we are liable to action under the Defence of India Act and payment is not to be made in such cases according to instructions conveyed in your letter No.217/B.2. dated 8-9-39, I request very early further instructions in the matter.

C o p y

Ks Narayanarao
Supdt. B II Comptroller's Office 7.10.39

W110-40-4.

GEN. SECTT. 1728 8 NOV. 1939 FINANCIAL BRANCH.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. 372/B.2 (Enc 1) *Bangalore, Dated* 6th November *1939.*

FINANCIAL SECRETARY GOVT. OF MYSORE 7 NOV

From

M. VIRARAJA URS, Esqr., B.A., B.L.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

To

A.N.Raghavachar Esq., M.A.,
Financial Secretary to Government,
Bangalore.

M/SC

Sub:- Procedure to be followed when making payments on behalf of enemy firms.

Sir,

In continuation of this office U.O. Note No.696/B dated the 28th October 1939 on the subject noted above, I have the honour to forward herewith a copy of letter No.Sfl.30/393 dated the 2nd November 1939, together with a copy of each of its enclosures, received from the Auditor, Mysore State Railway, Mysore and to request you to kindly obtain and communicate early orders of Government regarding the procedure to be followed when making payments on behalf of enemy firms.

I have the honour to be,
Sir,
Your most obedient servant,
M. Viraraja Urs
Comptroller.

The proposal file was sent to Law Secy. This may be sent in Contn. (Perhaps the Auditor may be required to take action on the basis of the Press Communique & then Govt. orders.

The War Section for necessary action

6/11

6/11

m/j.

Copy of letter No.Sfl.30/903 dated 2nd November 1939 from the Auditor, Mysore State Railway, Mysore, to the Comptroller to Government, Bangalore.

Sub:- Procedure laid down by the Govt. of India in the matter of payments to enemy firms.

In continuation of this office letter No.Sfl.30/753 dated 14-10-39, I have the honour to send herewith copies of two press communiques received from the Controller of Enemy Firms in India, Post Box No.689, Reserve Bank Building, Bombay, with his letter dated 23-10-39, for information. I request your early instructions in the matter of payments of bills of Messrs.Krupp Indian Trading Co., reverred to para 2 of this office letter No.Sfl.30/700 dated 3-10-39.

7/9/39

Persons with obligations to enemy firms may obtain conditional discharge of those obligations by payment of the amount due in respect of such obligations to the nearest branch of the Imperial Bank of India. For the definition of an 'enemy firm' they are referred to Section 103 (ii) of the Defence of India Rules.

Press Note: Dated 9th October 1939

There is reason to believe that manufacturers' representatives, commission agents, and traders dealing on a consignment basis, have on hand large stocks of enemy goods acquired before the commencement of war for which full payment has not been made and in respect of which sums are due to enemy concerns or subjects abroad. Rule 98 of the Defence of India Rules makes it an offence to trade with the enemy; and payment of transmission of any money etc., to or for the benefit of an enemy amounts to trading with the enemy. On the 7th of September 1939, the Controller of Enemy Firms issued a Press note informing persons with obligations to enemy firms that they could obtain a conditional discharge of those obligations by payment to the nearest branch of the Imperial Bank. Since then the custodian of Enemy Property has

directed that all payments due to enemy subjects or firms abroad should be credited into his central account with the Imperial Bank of India, Bombay. All concerned are therefore advised that payments should be made by them on account of these outstanding liabilities to the Custodian's account with the Imperial Bank, Bombay, an intimation being also sent, simultaneously, to the Controller of Enemy Trading, Bombay. Thereupon they will obtain from the Bank a conditional discharge of these liabilities. To facilitate the clearance of all such obligations to enemy firms or enemy subjects abroad, they are further advised in their own interest to file, without delay, with the Custodian of Enemy Property, Reserve Bank of India, Bombay, a statement of sums due on such account to any enemy concern or subject outside India. Any attempt to conceal the receipt or possession of enemy goods on consignment may render them liable to action under the Defence of India Act and the Rules framed thereunder.

C O P Y

H S Narayanarao
Superintendent, B.2 Section
Comptroller's Office

7/11/39

W 110-40-5

FINANCIAL SECRETARY 14 NOV. GOVT. OF MYSORE

GEN. & REV. SECRETARIAT 1772 15 NOV. 1939 FINANCIAL BRANCH

Comptroller Office,

File No.. of 19___

Serial No.

U.O.No. 776/ Books dated 11-11-39
Encl - 2 in original

Procedure to be followed when making payments to Enemy Firms.

****

In continuation of this office letter No.372/B.II dated the 7th November 1939 on the subject noted above, I forward herewith, in original, letter No.1786/FB dated 28-10-39 together with its enclosure received from the Financial Assistant to the Chief Electrical Engineer in Mysore, Bangalore, requesting me to inform him whether payment of the balance of 10 percent to Messrs.Skoda (India) Ltd., Bombay, may be arranged, through the Deputy Controller of Enemy Firms, Bombay. Messrs. Skoda (India) Ltd., is an enemy firm. Orders of Government are therefore solicited as to whether the payment referred to may be arranged for in the manner suggested by the Secretary, Stores Purchase Committee as the firm is stated to have been pressing for the payment in question.

Comptroller in charge.

11/11/39

The Financial Secretary
to the Government of Mysore
(with compliments)

Similar previous enquiries are kept in the Law Secy acc & the Diary.

[This will be also be sent on to the Law Secy. Perhaps it would save some delay if the Comptroller addresses communications on this point to the Law Secy. direct].

15/11

War Section)

Letter No.1786/F.B. dated 28th October 1939 from the Financial Assistant to the Chief Electrical Engineer to the Comptroller to the Government of Mysore, Bangalore.

F.O.No.1911- F.I.No.2519. 50-Tons Travelling Crane for Shimsha New Project.

I have the honour to forward herewith a copy of letter No.12806 of 25-10-1939 from the Secretary, Stores Purchase Committee, to the Chief Electrical Engineer requesting him to arrange payment of the balance immediately. 90% of the value of the above order was arranged in this office requisition No.1653 of 3-12-1938. As the firm, Messrs. Skoda (India) Ltd. Bombay, are, it appears, pressing for the payment of the balance of 10% due to them, I have the honour to request you to kindly inform me whether a requisition for payment of 10% balance may be sent to you for being arranged to the firm through the Deputy Controller of Enemy Firms, Bombay.

Letter No.12086 dated 25th October 1939 from the Secretary, Stores Purchase Committee, Bangalore, to the Chief Electrical Engineer in Mysore, Bangalore.

F.I.No.2519. F.O.No.1911. 50-Tons Travelling Crane for Shimsha New Project.

I am directed to invite your reference to this office letter No.10800 dated 7th October 1939 in regard to the payment of 10% balance due to Messrs. Skoda (India) Ltd., Bombay, through the Deputy Controller of Enemy Firms, Bombay. As the firm have further reminded this office in the matter, I am to request you to arrange the payment of the balance immediately under advice to this office.

Your reference is also invited to letters No.R/BC/1027/41554 dated 4th October 1939 and CD/SA/1207/41554 dated 16th October 1939 addressed to you by the firm regarding the payment of Rs.14-13-0 being the customs duty on two parcels lubricator sent

sent by post. This amount may also be arranged to be paid early.

C o p i e s.

S. Venkatadamiah 24.2.40

Superintendent
Books.

Cs 24.2.40

3526/39

IMMEDIATE.

FINANCIAL BRANCH 2063

'Comptroller's Office,

File No..

of 19_

Serial No.

U.O.No.881/Books dated 28th November 1939.

Enclosure - one

Subject:- Procedure to be followed when making payments to Enemy Firms.

FINANCIAL SECRETARY 29 DEC 1939 GOVT OF MYSORE

Kind reference is invited to this office Do.No. 776/Books dated 11-11-1939 soliciting orders of Government whether the payment of the balance of 10%, due to Messrs. Skoda (India) Ltd., an Enemy firm, may be arranged for through the Deputy Controller of Enemy firms, Bombay. The Financial Assistant to the Chief Electrical Engineer has written to me again in the matter (vide copy of his letter No. 2247/F.B.dated 21-11-1939 together with a copy of its enclosure, herewith). Orders of Government may kindly be communicated on the subject very early.

As it is stated that the other Enemy firms have also been pressing for payment of the amounts due to them, I request that orders of Government on the general question re. the procedure to be followed when making payments to Enemy firms raised in my letters No.310/B.ii. dated 7-10-1939 and No.372/B.ii. dated 7-11-1939 may also be kindly communicated to me very early, so that delay and inconvenience all round may be avoided.

M. Venkataraja Urs

Comptroller.

29/11/39

To

The Financial Secretary
to Government with compliments.

KR)

As this reference was sent to Law Dept (War Section). May this be sent in Cache?

1/12 Law Secy 2.12.39

3860 4/12

Copy of letter No.2247/ FB: dated 21st November 1939 from the Financial Assisstant to the Chief Electrical Engineer to the Comptroller to the Government of Mysore, Bangalore.

F.O.1911- F.I.2519-50 Tons Travelling Crane for Shimsha New Project.

In inviting your kind reference to this office letter No.1786-7 of 28.10.1939, I have the honour to request you to kindly issue early instructions in the matter of arranging for 10 % payment due to Messrs. Skoda (India) Ltd., on the above order through the Deputy Comptroller of Enemy Firms, Bombay.

I would also request you to kindly inform me whether requisitions for payments to the other Enemy Firms may be sent to you for being arranged through the Deputy Comptroller of Enemy Firms, as it is stated by the Deputy Chief Electrical Engineer that the firms are all pressing for payment, as per his letter No.12289 of 15.11.1939 (vide copy herein enclosed).

Letter No.12289 of 15.11.1939 from the Deputy Chief Electrical Engineer, Bangalore, to the Financial Assisstant to C.E.E., Bangalore.

F.O.No.1911 - F.I.No.2519 - 50 Ton Travelling Crane for the Shimsha New Project.

In Inviting reference to your letter No.1787/FB, dated 28th Octob 1939 requesting the Comptroller to intimate whether the requisition for 10% balance due to M/S.Skoda (India) Ltd., Bombay, may be sent to him for payment to the firm through the Deputy Comptroller of Enemy Firms, Bombay I request you kindly to let me know whether a reply has since been received from him.

As other Enemy Firms have also requested through the Controller of Enemy Firms for payment of the amounts due to them by crossed Cheques in their favour, which amount, it is stated, will be placed to the credit of the Firms in 'Blocked Accounts ' with the Banks, whether requisitions for the amounts due to those firms may be sent to you for payment, may kindly be specified.

"COPIES"

D. Venkatachariah 29.11.39
Superintendent
29.11.39 Books

W 110-40-6 G. J. 104 39-B

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT
OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

No. 481 B.II *Bangalore, Dated* 19th December *1939.*

FINANCIAL SECRETARY 22 GOVT. OF MYSORE

From

M. VIRARAJA URS, Esqr., B.A., B.L.,
Comptroller to the Government of
His Highness the Maharaja of Mysore,
Bangalore.

GEN. BRANCH SECT. 2410 25 DEC 1939 FINANCIAL BR...

To

A. N. Raghavachar Esq., M.A.,
Financial Secretary to the Government of Mysore,
Bangalore

Payments to Enemy Firms

Sir,

In continuation of this office letter No.372/B.II dated the 7th November 1939 on the subject noted above, I have the honor to forward herewith a copy of letter No.649 dated the 30th November 1939, together with a copy of its enclosure received from the Government Director, Industrial Concerns, Bangalore, seeking the instructions of this office in the matter of the payment of a sum of Rs.797-14-3, to Messrs. Chemdyes Ltd., Bombay, and to state that as the payment in question is overdue, arrangements are being made to pay the amount to the Company as requested by the Deputy Controller of Enemy Firms, Bombay Circle. As references are being received frequentl from the Departments regarding the detailed procedure to be followed when making payments to enemy firms, I request you to kindly obtain and communicate early orders of Government in the matter.

I have the honor to be,
Sir,
Your most obedient servant,

Comptroller (In charge)

To the War Secretariat
Centre of Emergency Defences.

2/1/40 3.2.40

CV

Letter No.649/ dated 30-11-1939 from the Government Director, Industrial Concerns, Bangalore, to the Comptroller to Government, Bangalore.

Referring to your letter No.543/SAD dated 16-11-1939, addressed to the Assistant Superintendent, Silk Weaving Factory, Mysore, I have the honour to enclose herewith in original, letter No.1/454/39 D.C. dated 26-10-1939 from the Deputy Controller of Enemy Firms, Bombay Circle, addressed to the Superintendent, Silk Weaving Factory, for information, and to request you to kindly remit Rs.797-14-3 to the Deputy Controller for payment to Messrs. Chemdyes Ltd. I have asked the Assistant Superintendent to send you the challan for Rs.797-14-3 along with the relative bills to facilitate payment. As the payment is due from a long time, I request that very early arrangements may be made to facilitate the getting of further supplies required by the Factory.

No1/454/39 D.C.

Letter dated 26-10-1939 from the Deputy Controller of Enemy Firms, Bombay ~~Office~~ Circle, Bombay, to the Superintendent, Silk Weaving Factory, Government of Mysore, Mysore.

Chemdyes Limited.

With reference to your letter No.1374 dated the 17th October 1939, I have the honour to inform you that I shall be pleased to forward your remittance of Rs.797-14-3 to Messrs. Chemdyes Limited, Bombay, as soon as it is received in this office. Please note, in future, to remit all sums due by you to Chemdyes Limited direct to that Company.

2. With regard to supplies of dyes and chemicals required by you from the stocks of Messrs. Chemdyes Limited, please apply direct to that Company as they have instructions to deliver goods on the basis of a rationing scheme which has had the approval of the Government of India, New Delhi.

"Copy".

M.V. Narayana Rao, 21/12
Supdt. B II, Comptroller's Office
21-12-39.

GEN. & REV. SECRETARIAT. 8 JAN. 1940 25 26(a) FINANCIAL BRANCH.

W 110-40-7

General and Revenue Secretariat | File No. | of 193 | [App. F. III-2

Serial No.

GOVT. DIRECTOR No. 900 6-1-1940 INDUSTRIAL CONCERNS.

PAYMENT TO ENEMY FIRMS.

It is ascertained from the Comptroller's Office that they are not passing the bills for supplies made by Enemy Firms on the ground that sanction of Government is necessary for making payment. The Inspector of Enemy Firms and Agent of custodian of enemy property is demanding payment. I have instructed the concerns under my control to send the bills to the Comptroller for arranging payment. Instructions may kindly be issued to the Comptroller, if necessary, for expediting payments pending in respect of enemy firms.

GOVERNMENT DIRECTOR
INDUSTRIAL CONCERNS.

FINANCIAL SECRETARY 6.1 GOVT. OF MYSORE

Financial Secretary
with compliments

RS. May be sent to Sri War Secretary in Continuation of his several previous references from Sri Comptroller and Secretary, Sri Krishnaswami

C.B.) 9.1.40

MR. M. VIRARAJA URS, B.A., B.L.
Comptroller.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT OF MYSORE.

FINANCIAL BRANCH 17 JAN 1940 2672

Bangalore, dated 13th Jan *19* 40

D. O. No. 510/B.II.

Enc. one.

Dear Sir,

Procedure to be followed when making payments due to enemy firms.

I write to invite your kind reference to this office letter No.481/B 2 dated the 20th December 39 on the subject noted above, and request you to kindly obtain and communicate early orders of Government in the matter, as references on the subject are frequently being received from various offices and a reply is due to them. In this connection, a copy of letter No.Spl 30/1244 dated the 4th January 1940 received from the Auditor, Mysore State Railway, is enclosed for kind information.

Yours Sincerely,

M Srinivasan

A.N. Raghavachar, Esq.,M.A.,
Financial Secretary to
the Government of Mysore,
Bangalore.

S.S.

Letter No.Spl 30/1244 dated 4-1-1940 from the Auditor, Mysore State Railway, Mysore, to the Comptroller to the Government of Mysore, Bangalore.

Your letter No.290/B 2 dated 30-11-1939. re: payments to Enemy Firms.

With reference to the above, I have the honour to request you to kindly let me know whether orders of Government have since been received as payment of bills is long pending.

"Copy".

K. Narayana Rao
Superintendent, B Section. 13-1-40

Serial No.

A good number of like references were handed over to the War Section, as the question relates to the Administration of Defence of India Act. The Committee has been asking for immediate orders for some time back. If not inconvenient, the War Section may be requested to send the necessary information to the Committee urgently.

17/1/20

Please ascertain from the war section what action has been taken in the matter & when a reply was is likely to be sent.

17/1

War section)

17/1

NOTE-Contn. Sheet.

2672

File No. of 19

General and Revenue Secretariat

Serial No.

The file is pending before the Law Secy. A reply will be sent early.

(RS) 17/1

Submitted for perusal

Pay 17/1

For perusal. The Law Secretary will if approved be requested to kindly send a reply to the Comptroller early.

[The Comptroller may perhaps be informed that he may address the Law Secy. direct on such matters, & send a copy to Fin Sec. ~~if reqd~~]

1

This may be done on return of file from Lawley

GPA

GPA 17/1

Fin Sec

Yes

18.1.40

Submitted to the Law Secretary GPA 18/1/40

Re: A

SECY. LAW DEPT. 18 JAN. 1940 GOVT., MYSORE

W110-40-8

IMMEDIATE

2650

FINANCIAL BRANCH

Comptroller's Office.

File No.. of 19__

Serial No.

U.O.No.1138/Books dated 13th January 1940.

Subject - Procedure to be followed when making payments to Enemy Firms

Kind reference is invited to this office ~~He~~.U.O. No. 881/Books dated 28-11-39 soliciting orders of Government as to whether the payment of the balance of 10% due to Messrs. Skoda (India) Ltd., an Enemy firm, may be arranged through the Deputy Controller of Enemy Firms, Bombay. Orders of Government on this subject and also on the general question regarding the procedure to be followed when making payments to Enemy firms (Vide my letters No.310/B.ii dated 7-10-39, ~~and~~ No.372/B.ii dated 7-11-39 and No.481/B.ii dated 20-12-39) may kindly be communicated very early so that further delay and inconvenience all round may be avoided.

The Financial Assistant to the Chief Electrical Engineer has sent to me another requisition No.2029 dated 6-1-1940 requesting me to arrange for the payment of £ 36-18-0 being the balance of 10% due to Messrs. The Mannesmann Trading Company (India) Limited, Navasari Chambers, Outram Road, Bombay, on account of Galvanised Steel wire supplied to the Electrical Department, through the Deputy Controller of Enemy Firms Bombay. Orders of Government are, therefore, solicited as to whether the payment referred to above may be arranged for.

M. Venkataraja Rao

Comptroller

13.1.40

To

The Financial Secretary
to Government with compliments.

CV Many hands be saved if War Secretariat communication copy of all such foreign Telegrams

(Secretariat) Yes CP 15/1

The Fin Secretary may be kindly informed in what stage matter stands CP

Payments to Enemy Firms

File No. of 19___ | Comptroller's Office, Serial No.

The previous reference referred to supra have already been submitted.

Re: the enemy firm M/s Skoda (India) Ltd, Kind reference is invited to the Govt of India Notification (Vide Flag B linked file) stating that all property, movable and immovable, belonging to or held by, or managed on behalf of the enemy firms specified in the Schedule hereto annexed or any of their branches, shall vest in the Custodian of Enemy Property.

M/s Skoda is one of the firms in the Schedule and there does not seem to be any objection for the payment being arranged through the Deputy Controller of Enemy Firms, in view of the above notification

Re: the payment to M/s Manmohan Trading Co, it is seen from supra that galvanised steel wire was supplied to the Electl Dept, through the Deputy Controller of Enemy Firms. In this case also, since the goods were got through the Deputy Controller, payment may perhaps be arranged for. Subd for perusal and orders.

RS 16/1

Part XVI of the Defence of India Rules as applied to Mysore, deals with the control of Enemy Firms. Rule 114 of the Chapter relates to the collection of debts of enemy firms and custody of property. Under sub-rule 1, the Government may appoint one or more Custodians of Enemy property. This Government have issued a

Serial No.

Notification under sub-rule 1 - Rule 114 appointing the British Indian Custodian of Enemy Property as the Custodian of Enemy Property in Mysore. A set of notifications issued by this Government under the Defence of India Rules, as applied to Mysore, is placed below for reference (Flag 'N').

Government of India Notification (Flag 'O') orders that all property, movable and immovable, belonging to or held by or managed on behalf of certain enemy firms or any of their branches, shall vest in the Custodian of Enemy Property, the important firms being Messrs.Skoda, Siemens (India), Krupp and Bayer Remedies.

It is seen from the Comptroller's correspondence that payments are due to Messrs.Skoda (India) and since the firm is managed by the Custodian of Enemy Property, payment may be made to the Deputy Controller of Enemy Firms.

Re: the payment to Messrs.Mannersman Trading Co.,Ltd., it is seen that galvanised steel wire was supplied to the Electric Department through the Deputy Controller of Enemy Firms and since the goods were got through the Deputy Controller, payment may be made to him.

Re: the firm of Messrs.Krupp, payment may be made to the Deputy Controller, when a demand is made by him. Messrs.Krupp is one of the firms managed by the Custodian under the Government of India Notification.

Re: the firm of Messrs.Chemdyes, reference is invited to the Deputy Controller's letter (Flag 'P')

NOTE—Contn. Sheet

Serial No.

stating that payment may be made direct to the company.

The main principle of the Defence of India Rules is that money should not be paid to an enemy or enemy firm. Money so due should be paid to the Controller or Deputy Controller of Enemy Firms or Custodian of Enemy Property who will make a demand for payment of such dues. The money due from a Government Department to an enemy or enemy firm may be held in deposit and in most cases the Controller of Enemy Firms or the Custodian of Enemy Property will make a demand when it may be paid to him. In cases where money had to be paid by a department before the other part of the contract is executed, the Department may address the Controller or Custodian.

A doubt is raised whether payments may be made of bills towards goods of German manufacture supplied by non-German firms like the Eastern Trading Co.,Madras. Since they are not enemy firms, there does not seem to be any objection to payment. ~~payment~~ being made to them provided the ownership of the goods is vested in the non-enemy firms and they are not merely agents of the German firms in the strict sense. This is a question of fact. The point is that the non-enemy firm should have a proprietory right to the money due.

This Government have issued notifications both under Rules 105 and 114, appointing the British Indian Controller and Custodian as Controller and Custodian in Mysore. Mr.B.C.A.Cook,I.C.S. is

Payments to Enemy Firms

Serial No.

both the Controller (Rule 105) and Custodian (under Rule 114) in British India and in Mysore and his address is Reserve Bank Building, Bombay.

He has been empowered under sub-section (4) of section 2 of the Defence of India Act:

(1) the power under Rule 105 of appointing Deputy Controllers and Inspectors of Enemy Firms and (2) ~~and~~ all powers under Rules 107,110 and 111. No payment can be made direct to an enemy firm. A general procedure may be laid down as below: ——

When a payment is due to an enemy firm and when there is a demand from the Deputy Controller, payment may be made to the Deputy Controller, since Mysore has accepted the jurisdiction of the British Indian Officers in the matter.

Fin Sec) 6
30/1/40

I agree. A general order may, I think, be issued by the War Section.

The detailed note of the Law Secretary may be sent to the Comptroller for information and guidance.

T.R. 40.

Re: the Fin Secy's minute supra, a general order may perhaps be unnecessary since there can be no dealing with the Enemy in future and a reply has been given in the detailed note re: the pending bills. As such, the file itself will be sent to the Comptroller thro' the Fin Dept for information and guidance

RG 2/2

FINANCIAL SECRETARIAT U.O.No.F 460 31 JAN 194 BANGALORE.

NOTE—Contn. Sheet

U. O. 23/32.

Payments to Enemy Firms

File No. 2672 of 19 | General and Revenue Secretariat.

Serial No. 20 50

The file may please be sent to the Comptroller for note & return

6
7/2/40

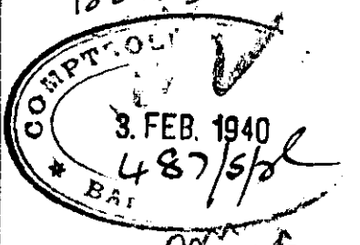
Find Br)

Forwarded with compliments to the Comptroller for note & return

Bro

C/o Chamarajpet
for Finl. Secy. to Govt

Rg



Bro

Take W/s
1/2/40

Vo. 506/spl dated 26-2-40

U.O.No. 578 /B.2. dated 23rd/24th February 1940

Returned with compliments.

2. Many bills other than those referred to Government for orders, involving payments to enemy firms, are pending with Heads of Departments and in this office. It is, therefore, suggested that the general procedure laid down by the Law Secretary in the last para of his note dated the 30th January 1940 may be published in the form of a Circular in three issues of the Mysore Gazette, for the information and guidance of all departments and also to avoid the necessity for their corresponding with this office in this matter.

Letter No.1786/F.B. dated 28-10-1939 together with its enclosure received from the Financial Assistant to the Chief Electrical Engineer, which was forwarded to Government in original for

orders

2672

Comptroller's Office, | File No.. | of 19

Serial No.	
	orders (vide U.O.No.776/Books dated 11-11-1939 Flag "K") is taken out from the file for necessary action, copies thereof being kept in the file for reference in the Secretariat.

M. Viswanatha Rao
Comptroller.

KR/23-2 ~~Law~~ War Section) 27/2

Reg: payment to be made to German firms.

1667.

General and Revenue Secretariat. | Agri File No. 11 W 110 of 19 39. 40-1 | [App. F. III-2

Serial No.	
91.	From the Dir. of Agri No. S. P. I - 13/39-40 dt 10.10.39, requests instructions regarding payment of Rs 4425-10-5 to Messrs Cheendys Ltd, 24, First Line Beach Madras - a German firm The Dir. requests instructions reg payment of Rs 4425-10-5 due to Messrs Cheendys Ltd Madras in connection with S. P. C. local orders No. 5043 dt 8.8.39., as the firm happens to be a German one. For orders. Submitted 26/10. The War Section may perhaps be consulted. 25/10/39 (Illegible) Yes 27/10 27/10. War Section) Rule 114 of the Defence of India Rules relate to the prevention of payment of moneys to an enemy firm and the appointment of Custodian of Enemy Property. In exercise of the powers conferred by that rule this Govt have appointed the Custodian of Enemy Property

START. G 27 OCT. 1939 2783

NOTE-Contn. Sheet.

Payment to be made to German Firms

File No. of 19 | General and Revenue Secretariat.

Serial No.

for British India as the Custodian of Enemy Property in Mysore (Vide notification slips below). The Central Govt have appointed Mr. C.D. Deshmukh C.I.E. I.C.S as a Custodian of Enemy Property from the 12th Sept. 39. As such the payment has to be made to him. Subd for orders -

Flag D

RS 30/x

OFFICE OF THE FIRST MEMBER OF COUNCIL
OCT 30 1939
No 4423

We may await a demand from the Custodian of enemy property or Controller of enemy firms (1st Member)

L 30/10/39

RLL 31/10/39

L 31/10

Subd with a draft to the Director of Agriculture for approval or other orders

RS 31/x

L 31/10

Issued 1816 of 1st Nov. 39 to the Dr of Agriculture. 10

From The Director of Agriculture 11

S.P. 1-13/39-40 of 3rd July 40

Re: the payment to Mrs. Chemays.

Kind reference is invited to the Circular signed by the Dy Controller of Enemy Firms and it is seen therefrom that all

Flag B

CB 2479 Payment to M/s. Chemdyes Ltd

Serial No.	
	Payments against old outstandings should be made by cheque payable to M/s Chemdyes Ltd. Bombay. Submitted with a draft to the Director of Agriculture for consideration
	(RS 6/2 1st Member) Cle. by NM 6/2/40
	by
12	Issued 3949/CS & 7th Feby. 40 to the Director of Agriculture
13.	from M/s Chemdyes Madras. Letter of 9th May requesting that certain outstandings may be paid to them at an early date

Hay P (Links file) by Controller letter

EB 6 1940 7537

The Director of Agriculture addressed this office regarding a payment of about Rs 4500/- to M/s Chemdyes Ltd and a reply was sent to them in Feby. 40 (Vide Hay D) with reference to orders supra. Regarding the dues mentioned in the P.U.D this office has no information since the Depts concerned

C.B. 3127 Payment to M/s. Chemicals Ltd

File No. of 19 | General and Revenue Secretariat.

Serial No.

did not make any reference to this office in the matter. In Flg D, the Director of Agriculture was intimated to instruct the Comptr to pay the amount by cheque payable to M/s Chemicals Ltd. Bombay and it is presumed that the amount has been paid since the PVD does not make mention of that amount nor any further reference has been made by the Director in the matter. If approved a copy of the PVD with enclosure will be sent to the Govt Director, Industrial Concerns viz: Items 1 & 2 & the Dir of Agriculture viz: Item 3 and they will be requested to pay the amount by cheque, in view of the circular issued by the Dy Controller Energy Fuels. Submitted for perusal & orders.

RS 13/5

Asst 13/5/40

Submitted with a draft for approval or other orders.

RS 14/5

Asst 14/5/40

Issued 5136-7 & 14th May 40 to the Govt Director Dir of Agri

14/5/40

MAY 14 1940 No 10668

CHIEF SECRETARY 13 MAY 194 GOVT. OF MYSORE.

CHIEF SECRETARY 14 MAY 194 GOVT. OF MYSORE.

W 110-40-9 Agri 11-39.-

A.B.C. 6th Edition

Telegraphic Address:
"Agri., Bangalore."

DEPARTMENT OF AGRICULTURE

MYSORE STATE.

No. Immediate.
S.P.1-13/39-40.

OFFICE OF THE DIRECTOR OF AGRICULTURE

Bangalore. 10th October, 193 9

1667

LN. & REV. SECTT.
14 OCT. 1939
AGRI. & FOREST BRANCH

FROM

T. G. RAMA IYER, ESQ., B.A.,
DIRECTOR OF AGRICULTURE IN MYSORE,
BANGALORE.

To

GENERAL SECRETARY
11 OCT. 1939

J. Appaji Gowda, Esq., B.A.(Hons.),
General Secretary to the Government of
H.H. the Maharaja of Mysore, Bangalore.

Agri

SIR,

I have the honour to state that Messrs. Chemdyes, Ltd., 24, First Line Beach, Madras supplied to this Department ~~with~~ 11 tons Copper sulphate in accordance with Stores Purchase Committee - Local Indent No.5043 dated 8-8-39. Their bill of cost in this account for Rs.4425-10-5 is awaiting payment. As this firm happens to be a German Firm, I request the favour of instructions as to whom the payment has to be made.

I have the honour to be,
Sir,
Your most obedient servant,

Director of Agriculture.

A/J.

Appendix F G—1]

SUBJECT .....

.....

.....

Section

File No.

Serial No.

No.

Diary No. of letter replied to.....

To The Director of Agriculture

Sir,

General and Revenue Secretariat

( )

the *193*

With reference to your letter no S.P. 1-13/39-40 dt 10th Octr. 39 re: payment of Rs 4425-10-5 to M/s. Chemicals Ltd. Madras, I am directed to state that the Govt have appointed the Custodian of Enemy Property for British India as the Custodian of Enemy Property in Mysore in Govt Notification no 895/C.B dt 27th Sept. 39. I am to state that a demand from the Custodian of Enemy Property may be awaited in the matter and as such no payment need be made

Date of issue.....

Signed by .....

List of enclosures.....

Copied by .....

Examined by.....

WD 0521—GPB—30,000—12-3-37

at present.

I have ck

Secy to Govt
Law Dept

1st November 1939

No. 1876/War

W 110-40-10

The Director of Agriculture in Mysore,
Bangalore.

With reference to your letter No. S.P.1-13/39-40 dated the 10th October 1939 regarding payment of Rs.4,425-10-5 to Messrs. Chemdyes, Ltd., Madras, I am directed to state that this Government have appointed the Custodian of Enemy Property for British India as the Custodian of Enemy Property in Mysore in Government Notification No. 895/C.B. dated 27th September 1939. I am to state that a demand from the Custodian of Enemy Property may be awaited in the matter and as such no payment need be made at present.

I have the honour to be,
Sir,
Your most obedient servant,

for Secretary to Government,
Law Department.

nsp/2

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

No. 895/C.B. General and Revenue Secretariat,

Dated Bangalore 27th September 193 9

NOTIFICATION.

In exercise of the powers conferred by sub-rule (1) of rule 114 of the Defence of India Rules as applied to Mysore, the Government of His Highness the Maharaja of Mysore are pleased to appoint the Custodian of Enemy Property for British India appointed by the Central Government under the Defence of India Rules, as the Custodian of Enemy Property in Mysore.

By Order,

Sd/ C. Subrahmanya Aiyar

Secretary to Government,
Law Department.

W 110-40-11 C-B 2479

A B.C. 6th Edition

Telegraphic Address:
"Agri., Bangalore."

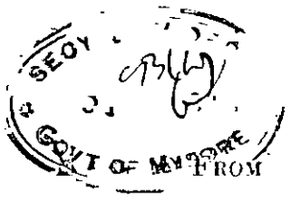
DEPARTMENT OF AGRICULTURE

MYSORE STATE.

No.S.P.1-13/39-40.

OFFICE OF THE DIRECTOR OF AGRICULTURE,

Bangalore, 3rd February, 1940



T. G. RAMA IYER. ESQ., B.A.,
DIRECTOR OF AGRICULTURE IN MYSORE,
BANGALORE.

To

The Secretary to the Government of
His Highness the Maharaja of Mysore, Law Department,
B a n g a l o r e.

SIR,

Adverting to your letter No.1816 C.5 dated 1st November 1939 stating that a demand from the Custodian of Enemy property may be awaited regarding payment of Rs.4425-10-5 to Messrs. Chemdyes, Ltd., Madras, I have the honour to enclose herewith in original letter dated 27th January 1940 together with its enclosure requesting payment of the bill under reference and to request you to kindly inform if the bill of the firm may be forwarded to the Comptroller to the Government of Mysore, for arranging payment as desired by the firm I request the favour of very early instructions in the matter.

The enclosures may kindly be returned after done with.

I have the honour to be,
Sir,
Your most obedient servant,

Director of Agriculture

A/J.

3.2.40

The Director of Agriculture

Sir, With reference to your letter No S.P. 1-13/39-40 dt 3rd Feby. 40 regarding payment of Rs 4425-10-5 to M/s Chemoys Ltd. I am directed to state that in view of the circular approved by the Dy Controller of Enemy Firms. the Comptr may be instructed to pay the amount by cheque payable to M/s Chemoys Ltd Bombay.

The enclosures received with your above letter are returned.

I have etc

Secy to Govt
Land Dept

W 110-40-12

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

Bangalore, Dated, 7th February 1940.

No. 3949/CB

From

The Secretary to the Government of His Highness the Maharaja of Mysore,
Law Department.

To

The Director of Agriculture in Mysore,
Bangalore.

Sir,

With reference to your letter No.S.P.1-13/39-40 dated 3rd February 1940 regarding payment of Rs.4,425-10-5 to Messrs. Chemdyes Ltd., I am directed to state that in view of the circular approved by the Deputy Controller of Enemy Firms, the Comptroller may be instructed to pay the amount by cheque payable to Messrs. Chemdyes Ltd., Bombay.

The enclosures received with your above letter are returned.

I have the honour to be,
Sir,
Your most obedient servant,

For Secretary to Government,
Law Department.

W 110-40-13.

CHEMDYES LIMITED.

Dyestuffs & Chemicals

Telephone
2921

Telegrams
"DYEKEM"

24, NORTH BEACH ROAD,

MADRAS, 9th May 1940
Post Box No. 187.

By Regd Post
War

CHIEF SECRETARY * 11 MAY 1940 * GOVT. OF MYSORE.

REGISTERED FOR ACKNOWLEDGMENT DUE.

The Chief Secretary to Govt.,
Government of Mysore,
Bangalore.

Dear Sir,

We beg to point out that the following Government concerns in Mysore owe us various sums of money which they have failed to remit to us inspite of repeated reminders :

Superintendent, Govt, Eletric Factory, Bangalore	..	Rs.16,187.11.11
Superintendent, Govt. Soap Factory, Bangalore	..	" 2,503.13. 7
Superintendent, Irwin Canal Farm, Mandya	..	" 200.11. 2.

We understand that these parties have been advised by the Govt.,of Mysore to withhold payments to such firms that are under the supervision of the Custodian of Enemy Firms. To clear up this delusion, we are sending you enclosed copy of a circular dated Bombay, the 27th September 1939 and signed by the Dy. Controller of Enemy Firms, Bombay, from which you will understand that we are authorised to receive payment against old outstandings by cheques made payable to Chemdyes Ltd. Bombay.

As the above amounts are overdue by about 9 to 10 months, we should very much appreciate if you would kindly take up the matter with the authorities concerned and instruct them to send us their cheques in full payment, without further delay.

Thanking you,

We remain, Dear Sir,
Yours faithfully,
For Chemdyes Limited,

Madras Branch.

Enc:
GLD/TRT.

CHEMDYES LIMITED.

Dyestuffs & Chemicals

19, WITTET ROAD,
BALLARD ESTATE.

Telephone
31051 (Ten Lines)

Telegrams
"DYEKEM"

P. O. Box No. 37

BOMBAY, September 27th 19 39

[redacted]

Chemdyes Limited have pleasure to announce to their numerous customers and to the public that they have arrived at the following arrangement with the responsible Government authorities for the marketing of their existing stocks :

All sales to be effected on a strictly cash basis nett, without discounts.

Payments against old outstandings should be made by cheque payable to Chemdyes Limited, Bombay

No party, who has not effected payment against outstandings accrued before the outbreak of the War; can expect further supplies of goods, whether against existing contracts, accepted orders or fresh orders, until these outstanding liabilities have been settled

Chemdyes Limited will shortly open their godowns and start with deliveries against all legitimate demands of the Industry and the Bazar

Supplies will be made on a strictly rationed basis, both with regard to existing contracts and to meet existing requirements of an urgent nature, in order to make stocks in India last as long as possible.

The Industry and the Bazar are requested to co-operate in order to reduce all waste and unnecessary consumption of dyestuffs and chemicals at this time.

CHEMDYES LIMITED,

Managing Director Secretary

Seen and approved by me

Deputy Controller of Enemy Firms,
Reserve Bank Building,
Bombay.

3845—20,000—2-39.

W 110-40-14

5736-32/6 dt 14/5/42

Govt Director, Industrial Coverage
Director of Agriculture

Payments to M/s. Chemoyes Ltd.

Sir,

I am directed to enclose herein a copy of letter with enclosure received from M/s Chemoyes Ltd Madras on the above subject and to state that in view of the circular approved by the Deputy Controller of Enemy Firms. Bombay. the Controller may be instructed to pay the amount by cheque payable to M/s. Chemoyes Ltd Bombay.

I have &c.

14.5.42

Chief Secretary to Govt

Govt Director - Regarding Item 1 & 2.
Dr of Agri - " Item 3

14th May 1940

1) Government Director, Industrial Concerns, Bangalore.
2) Director of Agriculture in Mysore, Bangalore.

Payments to Messrs. Chemdyes Limited.

I am directed to enclose herein a copy of letter with enclosure received from Messrs. Chemdyes Limited, Madras, on the above subject and to state that in view of the circular approved by the Deputy Controller of Enemy Firms, Bombay, the Comptroller may be instructed to pay the amount regarding item s 1 & 2/3 by cheque payable to Messrs. Chemdyes Limited, Bombay.

I have the honour to be,
Sir,
Your most obedient servant,

M.K. Varadarajan
For Chief Secretary to Government.

RS

GOVERNMENT OF INDIA.
DEPARTMENT OF COMMERCE.

Simla, the 2nd September 1940.

PRESS COMMUNIQUE.

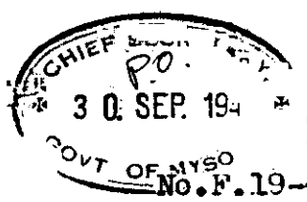
The assets of Chemdyes, Limited, were vested under the orders of Government in the Custodian of Enemy Property on the 29th May 1940. The Custodian has now with the approval of the Government of India entered into an agreement with Imperial Chemical Industries (India), Limited, for the sale to them of the assets and liabilities of Chemdyes.

Tenders were invited for the purchase of the assets and liabilities of Chemdyes by a notice published in various newspapers on 22nd July 1940. A tender was received from Imperial Chemical Industries but from no one else. This tender was below the reserved price fixed by Government and was therefore rejected, and this rejection of tender was duly published in the Bombay papers. The Central Government then considered the matter further and as they were satisfied that it was in the interests of consumers of dyestuffs in India that the assets of Chemdyes should be disposed of to a firm well versed in the importation and distribution of dyestuffs and also that this was the most effective method of performing their obligation of preserving the property, they decided to negotiate by private treaty with the only tenderer.

Negotiations were held at Simla and it was found that the main reason why the tender had failed to reach the reserved price was that the tenderer placed no value on the cargoes belonging to Chemdyes in enemy ships in enemy ports which from the point of view of the Custodian has considerable post-war value. It was therefore decided to omit these cargoes from the sale. Imperial Chemical Industries also increased their original offer, and Government were satisfied that a fair price had been arrived at and therefore authorised the Custodian to agree to sell.

The terms of agreement give Government power to regulate sale prices, to continue the rationing scheme already in force for disposal of dyes and also to ensure the supply of adequate quantities of dyes to those Provincial Governments who have decided to keep stocks for supply to the handloom industry.

Sd/- M.S.Bhatnagar,
Under Secretary,
for Additional Secretary to the Government of India.



THE OFFICE OF THE HON'BLE THE RESIDENT IN MYSORE,
Dated Bangalore, the 30th September 1940.

No.F.19-40/W.

A copy of the foregoing Press Communique is forwarded with compliments to the Chief Secretary to the Government of His Highness the Maharaja of Mysore, Bangalore, for information, in continuation of letter from this Residency No.F.19-40/W, dated the 12th June 1940.

× with 2 spare copies.

C.B. War Secy.

for SECRETARY TO THE RESIDENT.

VN

GOVERNMENT OF INDIA.
DEPARTMENT OF COMMERCE.

Simla, the 2nd September 1940.

PRESS COMMUNIQUE.

The assets of Chemdyes, Limited, were vested under the orders of Government in the Custodian of Enemy Property on the 29th May 1940. The Custodian has now with the approval of the Government of India entered into an agreement with Imperial Chemical Industries (India), Limited, for the sale to them of the assets and liabilities of Chemdyes.

Tenders were invited for the purchase of the assets and liabilities of Chemdyes by a notice published in various newspapers on 22nd July 1940. A tender was received from Imperial Chemical Industries but from no one else. This tender was below the reserved price fixed by Government and was therefore rejected, and this rejection of tender was duly published in the Bombay papers. The Central Government then considered the matter further and as they were satisfied that it was in the interests of consumers of dyestuffs in India that the assets of Chemdyes should be disposed of to a firm well versed in the importation and distribution of dyestuffs and also that this was the most effective method of performing their obligation of preserving the property, they decided to negotiate by private treaty with the only tenderer.

Negotiations were held at Simla and it was found that the main reason why the tender had failed to reach the reserved price was that the tenderer placed no value on the cargoes belonging to Chemdyes in enemy ships in enemy ports which from the point of view of the Custodian has considerable post-war value. It was therefore decided to omit these cargoes from the sale. Imperial Chemical Industries also increased their original offer, and Government were satisfied that a fair price had been arrived at and therefore authorised the Custodian to agree to sell.

The terms of agreement give Government power to regulate sale prices, to continue the rationing scheme already in force for disposal of dyes and also to ensure the supply of adequate quantities of dyes to those Provincial Governments who have decided to keep stocks for supply to the handloom industry.

Sd. M.S.Bhatnagar,
Under Secretary,
for Additional Secretary to the Government of India.

GOVERNMENT OF INDIA.
DEPARTMENT OF COMMERCE.

Simla, the 2nd September 1940.

PRESS COMMUNIQUE.

The assets of Chemdyes, Limited, were vested under the orders of Government in the Custodian of Enemy Property on the 29th May 1940. The Custodian has now with the approval of the Government of India entered into an agreement with Imperial Chemical Industries (India), Limited, for the sale to them of the assets and liabilities of Chemdyes.

Tenders were invited for the purchase of the assets and liabilities of Chemdyes by a notice published in various newspapers on 22nd July 1940. A tender was received from Imperial Chemical Industries but from no one else. This tender was below the reserved price fixed by Government and was therefore rejected, and this rejection of tender was duly published in the Bombay papers. The Central Government then considered the matter further and as they were satisfied that it was in the interests of consumers of dyestuffs in India that the assets of Chemdyes should be disposed of to a firm well versed in the importation and distribution of dyestuffs and also that this was the most effective method of performing their obligation of preserving the property, they decided to negotiate by private treaty with the only tenderer.

Negotiations were held at Simla and it was found that the main reason why the tender had failed to reach the reserved price was that the tenderer placed no value on the cargoes belonging to Chemdyes in enemy ships in enemy ports which from the point of view of the Custodian has considerable post-war value. It was therefore decided to omit these cargoes from the sale. Imperial Chemical Industries also increased their original offer, and Government were satisfied that a fair price had been arrived at and therefore authorised the Custodian to agree to sell.

The terms of agreement give Government power to regulate sale prices, to continue the rationing scheme already in force for disposal of dyes and also to ensure the supply of adequate quantities of dyes to those Provincial Governments who have decided to keep stocks for supply to the handloom industry.

Sd. M.S.Bhatnagar,
Under Secretary,
for Additional Secretary to the Government of India.